



AFRICAN BANKING CORPORATION LIMITED

Forex and Money Market Update

23rd Oct, 2014.

FOREIGN CURRENCY UPDATE

INDICATIVE OPENING RATES				
Friday		Today		
USD/KES	89.15		88.95/89.35	
GBP	1.6125	142.54	1.6002/1.6097	142.53/143.28
EUR	1.2699	112.03	1.2556/1.2782	111.82/112.32
JPY	107.33	0.8288	106.91/107.42	0.8154/0.8318
ZAR	11.81	8.2	10.61/11.11	7.87/8.27
INR	61.24	1.456	60.62/61.11	1.4489/1.4581
AED	3.645	24.81	3.56/3.73	23.84/25.10
CHF	0.953	94.03	0.9480/0.9640	93.04/94.25
UGX	2,631	29.6	2,630/2,680	29.43/30.13
TZS	1,655	18.52	1,660/1,710	18.57/19.22

MONEY MARKET UPDATE

	22.10	17.10	16.10	15.10	14.10	
Interbank Rate	6.4%	6.8%	5.85%	6.2%	6.40%	
NSE Share index	5,251	5,279	5,304	5,311	5,280	
T-Bond FXD1/2010/30	13.5%	13.5%	13.5%	13.5%	13.5%	
T-Bond FXD 2/2013/2	10.9%	10.9%	10.9%	10.9%	10.9%	
Treasury Bills			LIBOR	1 Mth	3Mth	6 Mth
Days	Current	Previous	USD	0.15%	0.23%	0.33%
91	8.71%	8.61%	GBP	0.49%	0.52%	0.69%
182	9%	8.98%	EUR	0.04 %	0.11%	0.20%
364	10.23%	10.17%	JPY	0.08%	0.12%	0.17%

LOCAL MARKET UPDATE.

The **Kenya shilling** reversed its gains against the dollar initially attributed to mid month tax payments due to building up end month demand for the green back from importers.

Equity Market: The NSE-20 share index fell by 28 points to close at 5,251.

Fixed income Market/Money Market: In the debt market, bonds worth Kes 0.54 billion were traded yesterday.

GLOBAL MARKETS UPDATE.

EUR: The Euro weakened on strong US CPI data.

INR: The Indian rupee held to its lows on sustained demand from importers.

GBP: The sterling was largely unchanged seen to weaken in coming week as US winds up its bond buying stimulus program.

GOLD: Gold fell slightly on positive US CPI data.

CRUDE: Crude fell to new lows after release on stronger US crude stockpiles with no end in sight to Saudi Arabia's price cuts..

UGX: The Ugandan shilling was largely unchanged against the dollar on matching demand and supply.

KENYA'S ECONOMIC INDICATORS

	Sep	July	May	Mar	Jan
CBR Rate	8.50%	8.50%	8.50%	8.50%	8.50%
	Sep	Aug	July	June	May
Annual Inflation rate	6.6%	8.36%	7.67%	7.39%	7.3%

WORLD INDICES & COMMODITIES UPDATE

	22.10	16.10	15.10	14.10	13.10
Gold	\$1,242	\$1,245	\$1,240	\$1,233	\$1,234
Crude Oil	\$80	\$83	\$80	\$87	\$85
Dow Jones	16,461	16,117	16,141	16,354	16,321
S&P 500	1,927	1,863	1,862	1,879	1,874
FTSE 100	6,400	6,196	6,211	6,380	6,366

TODAY'S MAJOR ECONOMIC DATA & EVENTS

Time (Local)	Region	Data	Prior	Forecast
11.30	GB	Retail sales	3.9	2.8
15.30	US	US Initial jobless claims	264k	282k

For firm prices please call Treasury Team on: Dir. 4263091/2/3/4/5.

Joel Mbuvi (Head of Treasury), Julius Kiriinya (Snr. Corporate Dealer), John Muli (Spot FX Dealer), Muthoni Mwangi (MM Dealer) and Brian Onyino (Corporate Dealer). Email: treasury@abcthebank.com.

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